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### FISCAL IMPACT REPORT

|              |  |             |          |          |          |
|--------------|--|-------------|----------|----------|----------|
| SPONSOR:     | Mallory                                  | DATE TYPED: | 02/07/00 | HB       | 403      |
| SHORT TITLE: | Income Tax Exemption for Elderly & Blind |             |          | SB       |          |
|              |  |             |          | ANALYST: | Williams |

### REVENUE

| Estimated Revenue |        | Subsequent<br>Years Impact | Recurring<br>or Non-Rec | Fund<br>Affected |
|-------------------|--------|----------------------------|-------------------------|------------------|
| FY00              | FY01   |                            |                         |                  |
|                   | \$ 0.0 | \$ (4,500.0)               | Recurring               | General Fund     |

(Parenthesis ( ) Indicate Revenue Decreases)

Duplicates/Conflicts with/Companion to/Relates to

### SOURCES OF INFORMATION

Taxation and Revenue Department (TRD)

## **SUMMARY**

### Synopsis of Bill

Increase the personal income tax deduction from \$8,000 to \$12,000, at a maximum, by increasing the deduction at each income level by \$4,000. At higher income levels, the maximum income limits are increased to \$31,500 for married filing separate, \$62,000 for married filing joint and head of household and \$34,500 for single filers. These provisions would be applicable for tax year beginning January 1, 2000.

### Significant Issues

## **FISCAL IMPLICATIONS**

These provisions are estimated to reduce general fund revenues by \$4,600.0 in FY01 and \$4,500.0 for a full year impact.

## **DISTRIBUTIONAL ISSUES**

The attached TRD analysis shows the distributional impacts by filing status.

AW/gm

Attachment